GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2543
ANSWERED ON:08.12.2006
TAX EXEMPTION FOR POWER SECTOR
Dhanaraju Dr. K.;Kumar Shri Shailendra;Mehta Shri Alok Kumar;Owaisi Shri Asaduddin;Prabhu Shri Suresh Prabhakar

Will the Minister of FINANCE be pleased to state:

(a) Whether the Ministry of Finance has received any proposal from the Ministry of Power for tax exemption on equipment and fuel for the power sector ;

(b) If so, the details thereof; and

(c) The decision taken in the matter ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

(a) to (c): Yes, Sir. The Central Board of Direct Taxes (CBDT) and the Central Board of Excise & Customs (CBEC) have received proposals from the Ministry of Power for tax exemptions for the power sector. Such proposals are considered during the budgetary exercise and the decision of the Government gets reflected in the Finance Bill.